

CLASSIFICATION **CONFIDENTIAL**CENTRAL INTELLIGENCE AGENCY
INFORMATION FROM
FOREIGN DOCUMENTS OR RADIO BROADCASTS

REPORT

50X1-HUM

CD NO.

COUNTRY Hungary
SUBJECT Economic - PlanningDATE OF
INFORMATION 1950HOW
PUBLISHED Daily newspaper

DATE DIST. 29 Sep 1950

WHERE
PUBLISHED Budapest

NO. OF PAGES 3

DATE
PUBLISHED 22 Jun 1950

LANGUAGE Hungarian

SUPPLEMENT TO
REPORT NO.

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE
OF THE UNITED STATES WITHIN THE MEANING OF ESPIONAGE ACT 50
U. S. C. 31 AND 32, AS AMENDED. ITS TRANSMISSION OR THE REVELATION
OF ITS CONTENTS IN ANY MANNER TO AN UNAUTHORIZED PERSON IS PRO-
HIBITED BY LAW. REPRODUCTION OF THIS FORM IS PROHIBITED.

THIS IS UNEVALUATED INFORMATION

SOURCE Nepszava.895.5 MILLION FORINTS ADDED TO 1950 INVESTMENTS

The Council of Ministers announced that, because of an unexpected increase in the income of the state during the past year, 895.5 million forints more will be spent on internal investments during 1950 than had previously been planned. This amount will be appropriated in the following manner: 235.4 million for the construction of dwellings, 382.4 million for building roads and railroads. 171.2 million for agricultural improvements, and 106.5 million for cultural and social investments.

The 235.4 million forints for the construction of urban, industrial, and rural dwellings means a substantial increase in construction planned in mining and industrial areas as well in the vicinity of Budapest. Of this sum, 77.9 million forints will be invested in quarters for miners and workers in Tatabanya, Komlo, Oroszlany, in the vicinity of the Petofi and the Vertesbakony coal mines, and in Diosgyor, Sajomellek, Ozd, Dorog, and Salgotarjan.

In industrial areas, 35.4 million forints will be spent for the construction of houses of workers in iron foundries, the lime and cement industry, petroleum, machine, and chemical industries. Workers' quarters and houses will also be built in Diosgyor, Borsodnadasd, Ozd, Miskolc, Salgotarjan, and Budapest.

For the construction of urban dwellings, primarily in county seats and industrial localities, 20.2 million forints will be spent for office buildings, apartment buildings, and dwellings in Bekescsaba, Debrecen, Miskolc, Kaposvar, Varpalota, and Komlo. Six million forints will also be appropriated for starting construction on county seats in Salgotarjan and Tatabanya.

Twenty million forints will be spent in building houses in the vicinity of Budapest, 10 million forints for houses for motor-pool workers, 10 million forints for building houses for the forestry enterprises, and 4.4 million forints for building houses on state farms. Twenty million forints will be appropriated for the reconstruction of war-damaged houses, and 12.3 million forints for loans for the construction of family dwellings.

In the communications and transport field, 382.4 million forints will go for the development of railroads, for extending the railroad network and for constructing feeder roads and highways.

- 1 -

CONFIDENTIAL

CLASSIFICATION

CONFIDENTIAL

STATE	<input checked="" type="checkbox"/> NAVY	<input checked="" type="checkbox"/> NSRB	DISTRIBUTION								
ARMY	<input checked="" type="checkbox"/> AIR	<input checked="" type="checkbox"/> FBI	<input checked="" type="checkbox"/> RDB	<input checked="" type="checkbox"/> X							

CONFIDENTIAL

CONFIDENTIAL

50X1-HUM

Three million forints will go toward the construction of an electric trolley system in Nagymiskolc, and 15.8 million forints more than was previously planned will be allowed for the construction of commercial (freight) railroads.

The Passenger-Railroad Construction State Enterprise will get 33.9 million forints more than had been previously planned.

Of the additional 18 million forints allotted to the postal service, 7 million will go toward the construction of the automatic telephone centers, and 11 million for the procurement of equipment.

The agriculture and food supply industries will receive an additional 171.2 million forints, which will be distributed in the following manner: 30 million for the construction of state farms, agricultural cooperatives, granaries, and stables; 2.1 million for tarpaulin equipment, and 1.7 million for machine and motorcycle equipment. Large sums will be spent to speed up the tree-planting program, with 47.5 million forints allotted for preparing the soil, enlarging nurseries, for machines used in forestry, and for means of communication.

Five million forints will go for the development of irrigation, and 13.5 million for garden, orchard, and vineyard equipment. Of this sum, 3.2 million forints are for the construction of irrigated gardens and asparagus fields, 8.1 million for the establishment of 7,800 acres of new orchards and 10 acres of strawberries, 1.2 million for preparing the soil and staking 30 acres of vineyards, and 0.9 million for repairing and improving vineyards taken over by the state.

Fertilization and soil treatment will get 7.6 million forints more, and 8 million forints will be added to the budget for cattle breeding.

To provide a better milk supply for the workers, dairy farms of 3,000 cows are being constructed in the vicinity of Budapest. This project will get 6 million forints of equipment. One million forints will go to the construction of the 800-cow farm at Miskolc, 1.2 million for the 600-head farm at Tatabanya, 0.8 million for the 300-head farm at Salgotarjan, and a 1,000-cow dairy farm is under construction at Ercsi, with one million forints' worth of equipment.

The food industry's enlarged budget allows 5.9 million forints for equipping the milk industry. Of this, 2.4 million go to the construction and repair of dairy houses, and increasing the Budapest storing and processing capacity, and 1.8 million forints for a dairy at Szolnok. With 1.7 million forints, the milk-powder factory at Gyula will be modernized, and a new factory built at Sárospatak. Eighteen million forints will go to modernizing baking plants in seven large provincial cities and for the construction of potato-processing plants.

The amount allowed for cultural and social investments greatly exceeds previous plans. The construction of vocational schools will be promoted by an additional 4.3 million forints, and the primary industrial schools and homes are to get 10.2 million forints more. Shops used for instruction will get 1.2 million forints more for furniture and tools. The general middle schools will get 1.4 million forints to cover additional expenses. Colleges will receive 8 million forints for further development, and teaching institutions will get 4.6 million forints for work on their grounds. In Veszprem and Miskolc, 3.3 and 3.9 million forints, respectively, will be applied to the construction of technical universities.

Of the increased investments, 15.4 million forints will be put at the disposal of Budapest and provincial cities for municipal improvements. Budapest and the provincial cities will get 2 million forints each for the further development of their parks and playgrounds. One million forints will be allowed for the improvement of squares, and 5 million forints have been voted for work

- 2 -

CONFIDENTIAL

CONFIDENTIAL

~~CONFIDENTIAL~~

CONFIDENTIAL

50X1-HUM

on the International Fair Grounds. Seven and a half million forints have been appropriated for the construction of athletic fields outside of Budapest, and 5.5 million forints have been allotted for new wells in the provinces and for construction of slaughterhouses.

An additional 5.3 million forints will be spent to provide pure drinking water for Budapest, Dorog, Sajoszentpeter, and other industrial regions.

- E N D -

- 3 -

CONFIDENTIAL

~~CONFIDENTIAL~~